INTERMOUNTAIN POWER SERVICE CORPORATION

April 3, 2002

File: b2866

Mr. Eric J. Tharp
Operating Agent for the Intermountain Power Project
Los Angeles Department of Water & Power
111 North Hope Street, Room 1263
Los Angeles, CA 90012-2694

Dear Mr. Tharp:

NEW LOAD RATING FOR UNIT 2

As a result of the installation of the high pressure turbine dense pack modification on IGS Unit 2, we recommend a new load rating of 900 Megawatts Gross (MWG) for that unit. This is a 25-Megawatt increase over the current rating of 875 MWG.

Performance testing to be conducted the week of April 8-12, 2002 will quantify the efficiency gained from the modification; however, preliminary operation has indicated that a 900 MWG rating is well within the capability of the unit at this time. We are still expecting to raise the capacity of Unit 1 to 950 MWG after the spring outage in 2003 and to raise Unit 2 to the same level in the spring of 2004.

Please feel free to call me if you have any questions.

Sincerely,

George W. Cross

President and Chief Operations Officer

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